

REGISTERED COMPANY NUMBER: 06300768 (England and Wales)
REGISTERED CHARITY NUMBER: 1121871

THE DAVID ROSS FOUNDATION
REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2016

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THE DAVID ROSS FOUNDATION

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FOR THE YEAR ENDED 31 MARCH 2016**

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THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2016

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2016. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014.

Throughout this report The David Ross Foundation has been referred to as the 'Foundation'.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06300768 (England and Wales)

Registered Charity number

1121871

Registered office

10 St James's Place
London
SW1A 1NP

Trustees

D P J Ross

A J Bott

C E Homer

M W Bolland

M Mercier

- appointed 20 April 2015

The directors of the Foundation are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees. The company secretary is not a trustee of the Foundation.

Company Secretary

N P Teagle

Auditors

Duncan & Toplis Limited
5 Resolution Close
Endeavour Park
Boston
Lincolnshire
PE21 7TT

Bankers

Barclays
One Stanhope Gate
London
W1K 1AF

Schroder & Co
12 Moorgate
London
EC2R 6DA

Solicitors

Withers LLP
16 Old Bailey
London
EC4M 7EG

THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2016

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the Foundation are to further such charitable purposes and to benefit such charitable institutions as the trustees think fit. In particular the trustees wish to support:

- Education/training and arts/culture
- Young people and other charities
- Causes predominantly in the UK

Significant activities

During the year ended 31 March 2012 the Foundation agreed to sponsor the University of Nottingham by donating funds of £2,100,000 over a six year period under an agreement dated 23 February 2012. In the current year £300,000 of this commitment has been paid. In June 2014, subject to various conditions, the Foundation agreed to continue to pay £300,000 per year, starting from November 2018 and continuing for the remainder of David Ross' life (or for a minimum of 25 years).

During the prior year, the Foundation donated £1,400,000 to the Historic Lincoln Trust over a 5 year period in support of the Magna Carta Vault at Lincoln Castle. In the current year £200,000 of this donation was paid and an additional £100,000 was paid to the Historic Lincoln Trust, outside of this donation.

Grantmaking

During the year covered by these financial statements, the Foundation made donations to the David Ross Education Trust (DRET) for the Enrichment Programme (£300,000) and Sports Enrichment Programme (£300,000).

The Foundation also made a number of further grants for other charitable purposes as detailed in the notes to the Statement of Financial Activities. The trustees will consider other smaller grant payments and donations as and when funds are available.

The Foundation continued its work with the academies which it sponsors through the David Ross Education Trust.

Public benefit reporting

When reviewing the Foundation's objectives and activities, and in planning future activities, the trustees have considered the Charity Commission's general guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year ended 31 March 2016 the trustees incurred various governance costs in administering the Foundation and raising funds.

The Foundation received interest on its cash deposits and dividends based on its holding of shares. This income helped fund the Foundations donations and governance costs resulting in net expenditure of £1,608,331 for the year before the adjustment for realised and unrealised gains and losses on current investment assets.

FINANCIAL REVIEW

Reserves policy

The trustees review the reserves of the Foundation annually. As at 31 March 2016 the trustees felt that they had sufficient reserves to meet future expenditure as and when it becomes due.

Funds in deficit

At the year end date no funds were in deficit.

Principal funding sources

The principal funding source of the Foundation is the funds donated by the founder David Ross.

THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2016

FINANCIAL REVIEW - continued

Investment policy and objectives

Under the Memorandum and Articles of Association, the Foundation has the power to invest in any way the trustees see fit.

As at 31 March 2016 the Foundation held cash, shares donated by David Ross and other investments as detailed in the notes to the financial statements.

FUTURE DEVELOPMENTS

The Foundation will continue to seek opportunities to raise funds to support its obligations to the University of Nottingham, The Historic Lincoln Trust and other causes which it wishes to support.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Foundation is a company limited by guarantee with no share capital (registration number 06300768) and a registered charity (registration number 1121871). The Foundation was incorporated on 3 July 2007 and commenced its activities on that date. The charitable company's Memorandum and Articles of Association are the primary governing documents of the Foundation.

Recruitment and appointment of new trustees

The subscribers to the Memorandum are the first trustees of the Foundation. The trustees may appoint a person who is willing to serve as a trustee on such terms as they may agree from time to time.

Induction and training of new trustees

The training and induction provided for new trustees will depend on their existing experience. Where necessary, induction will be on an informal basis. It will be tailored specially to the individual and will provide training on charity, legal and financial matters.

Organisational structure

The trustees meet regularly to make decisions relating to the Foundation. Details of the trustees are given on page 1.

All trustees give of their time freely and no trustee remuneration was paid. Details of trustee expenses and related party transactions are disclosed in the relevant notes of the financial statements.

Related parties

During the year numerous grants and donations were paid to organisations of which the trustees of the Foundation held positions such as director, trustee or committee member, David Ross primarily being the individual involved. Further details are given in the notes to the financial statements.

In addition, in the prior year, the Foundation gifted the whole of the share capital (being one ordinary share of £1) of Nevill Holt Opera Limited to Nevill Holt Community Arts Limited (a registered charity with registration number 1163614) on 30 March 2015.

THE DAVID ROSS FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees review the risks facing the Foundation on a regular basis and take steps to minimise or eliminate these risks where necessary. The trustees are formulating their policy in the following areas:

- Investments
- Distributions/grants
- Safeguarding children and vulnerable persons
- Serious incidents
- Recruitment, vetting and ongoing checking of officers

In addition, the trustees have implemented a system of financial control whereby all payments from the Foundation are verified by two signatories and the financial records are inspected at regular trustee meetings.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The David Ross Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

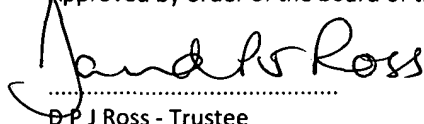
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Duncan & Toplis Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 22 December 2016 and signed on its behalf by:



.....

D P J Ross - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE DAVID ROSS FOUNDATION

We have audited the financial statements of The David Ross Foundation for the year ended 31 March 2016 on pages seven to twenty three. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page four, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

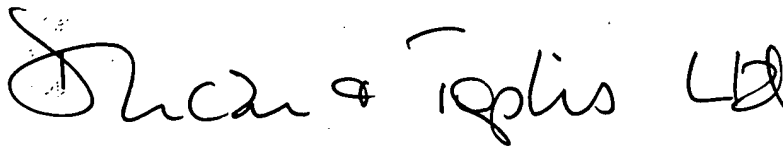
In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE DAVID ROSS FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.



T G Godson FCA (Senior Statutory Auditor)
for and on behalf of Duncan & Toplis Limited, Statutory Auditors
5 Resolution Close
Endeavour Park
Boston
Lincolnshire
PE21 7TT

Date: 28 December 2016

THE DAVID ROSS FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2016**

		Unrestricted funds £	Restricted funds £	Total 2016 funds £	Total 2015 funds £
	Notes				
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	2	8,609	95,525	104,134	5,719,812
Investments	3	<u>222,892</u>	<u>-</u>	<u>222,892</u>	<u>134,713</u>
Total income		231,501	95,525	327,026	5,854,525
EXPENDITURE:					
Raising funds	4	18,104	-	18,104	10,102
Charitable activities	5,6	1,805,863	26,525	1,832,388	4,683,978
Other	7	<u>84,865</u>	<u>-</u>	<u>84,865</u>	<u>75,218</u>
Total expenditure		1,908,832	26,525	1,935,357	4,769,298
NET INCOME/(EXPENDITURE)		(1,677,331)	69,000	(1,608,331)	1,085,227
Other recognised gains/losses					
Gains/losses on fixed asset investments		<u>(1,160,643)</u>	<u>-</u>	<u>(1,160,643)</u>	<u>274,374</u>
Net movement in funds		(2,837,974)	69,000	(2,768,974)	1,359,601
RECONCILIATION OF FUNDS					
Total funds brought forward		8,284,941	92,664	8,377,605	7,018,004
TOTAL FUNDS CARRIED FORWARD		<u>5,446,967</u>	<u>161,664</u>	<u>5,608,631</u>	<u>8,377,605</u>

The notes form part of these financial statements

BALANCE SHEET
AT 31 MARCH 2016

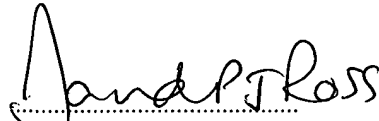
		Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
	Notes				
FIXED ASSETS					
Investments	11	83,390	-	83,390	95,390
CURRENT ASSETS					
Debtors	12	621,825	-	621,825	513,308
Investments	13	5,179,569	-	5,179,569	6,337,372
Cash at bank		<u>990,058</u>	<u>161,664</u>	<u>1,151,722</u>	<u>3,352,628</u>
		6,791,452	161,664	6,953,116	10,203,308
CREDITORS					
Amounts falling due within one year	14	(527,875)	-	(527,875)	(521,093)
NET CURRENT ASSETS		<u>6,263,577</u>	<u>161,664</u>	<u>6,425,241</u>	<u>9,682,215</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,346,967	161,664	6,508,631	9,777,605
CREDITORS					
Amounts falling due after more than one year	15	(900,000)	-	(900,000)	(1,400,000)
NET ASSETS		<u>5,446,967</u>	<u>161,664</u>	<u>5,608,631</u>	<u>8,377,605</u>
FUNDS	16				
Unrestricted funds:					
General funds				5,446,967	8,284,941
Restricted funds:					
Scholarships				52,164	32,164
Beckwith Music				100,500	60,500
St. Mary's Church, Nevill Holt				2,500	-
North Yorkshire				<u>6,500</u>	-
				<u>161,664</u>	<u>92,664</u>
TOTAL FUNDS				<u>5,608,631</u>	<u>8,377,605</u>

The notes form part of these financial statements

BALANCE SHEET - CONTINUED
AT 31 MARCH 2016

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on²².....December 2016 and were signed on its behalf by:


D P J Ross -Trustee

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015), the Companies Act 2006 and in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014.

The principal accounting policies adopted in the preparation of the financial statements are set out below.

Incoming recognition

All income is included in the Statement of Financial Activities when the charity has legal entitlement to the funds; any performance conditions attached to the item(s) of income have been met or are fully within the control of the charity; there is sufficient certainty that receipt of the income is considered probable; and the amount can be measured reliably.

Income including donations, gifts and legacies and grants that provide core funding or are of a general nature are recognised where the entitlement, certainty of receipt and the amounts can be measured with sufficient reliability. Such income is only deferred when the donor has imposed conditions which must be met before the charity has unconditional entitlement. Where entitlement occurs before income being received the income is accrued.

Investment income is recognised on a receivable basis.

Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probably that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Costs of raising funds are those costs incurred in attracting income and those incurred in raising funds including investment management fees.

Expenditure on charitable activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the charity and includes grants payable and governance costs.

Grants payable, including donations made to third parties in the furtherance of the charitable objectives of the Foundation, are recognised where a constructive obligation exists that results in the payment being unavoidable notwithstanding that they may be paid in future accounting periods.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Taxation

The Foundation is a registered charity and no provision is considered necessary for taxation. Where donations are made to the Foundation under gift aid, the tax repayment to which the Foundation is entitled is included as a debtor in the balance sheet.

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2016

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The Foundation accounts for income and expenditure provided or incurred for a specific purpose by treating these as restricted funds. The only restricted funds relate to the Odey Scholarship fund, Beckwith Music programme, a fund in support of St Mary's Church Nevill Holt and a fund in support of the North Yorkshire community. All other funds are unrestricted

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Investments

Current asset investments comprising of listed investments are stated at market value at the balance sheet date. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the period.

Fixed asset investments being items acquired during the year are stated at cost less provision for any permanent diminution in value.

Realised gains and losses

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (value on acquisition date if later). Unrealised gains and losses are calculated as the difference between the market value at the period end date and opening market value (or value on acquisition date if later). Realised and unrealised gains are shown separately in the statement of financial activities.

2. INCOME FROM DONATIONS

	2016	2015
	£	£
Donations	104,134	5,211,472
Gift aid	-	508,340
	<u>104,134</u>	<u>5,719,812</u>

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

3. INVESTMENT INCOME

	2016	2015
	£	£
Interest on cash deposits	2,579	1,288
Interest on Gift aid repayment	-	420
Dividend income - UK equities	<u>220,313</u>	<u>133,005</u>
	<u>222,892</u>	<u>134,713</u>

4. RAISING FUNDS

	2016	2015
	£	£
Costs of raising funds	4,350	869
Investment management fees	<u>13,754</u>	<u>9,233</u>
	<u>18,104</u>	<u>10,102</u>

5. CHARITABLE ACTIVITIES

	2016	2015
	£	£
Donations made	1,665,947	4,585,257
Governance costs	<u>166,441</u>	<u>98,721</u>
	<u>1,832,388</u>	<u>4,683,978</u>

6. GRANTS PAYABLE

	2016	2015
	£	£
Donations made	<u>1,665,947</u>	<u>4,585,257</u>

Donations are made in accordance with the aims and objectives of the charitable company, which are as detailed on page 2.

Donations made comprise grants payable to academies, partner organisations, the David Ross Education Trust, sports sponsorship, the John Ross Community Fund together with one off donations. A detailed analysis is given on the following pages.

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

6. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	2016 £	2015 £
Partner organisations:		
British Olympic Association	214,340	-
Clare College	-	10,000
Commonwealth Games England	-	35,000
Historic Lincoln Trust	100,000	1,400,000
Leicester Diocese	137,000	100,000
Lismore Opera Festival	-	5,000
National Portrait Gallery	10,000	28,000
Nevill Holt Community Arts Limited	-	1
Nottingham University	-	22,200
Peterhouse College	10,000	10,000
Royal College of Music	2,500	2,000
Serpentine	5,000	-
Sussex House School	10,000	10,000
Uppingham School	100,000	-
	<u>588,840</u>	<u>1,622,201</u>
Academies:		
Malcolm Arnold Academy	1,000	1,000
Other smaller donations	-	105
	<u>1,000</u>	<u>1,105</u>
David Ross Education Trust:		
David Ross Education Trust	90,152	127,753
Endowment Fund	-	1,507,717
Enrichment Programme ¹	300,000	250,000
Sports Enrichment Programme ¹	300,000	250,000
	<u>690,152</u>	<u>2,135,470</u>
 John Ross Fund – Designated fund	 <u>6,389</u>	 <u>6,185</u>
 Scholarships – Restricted fund	 <u>-</u>	 <u>6,400</u>

¹ Under the terms of the agreements for these grants, David Ross Education Trust is required to report to the Foundation any under spend in any academic year and any such under spend can only be carried forward at the discretion and agreement of the Foundation.

THE DAVID ROSS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016

6. GRANTS PAYABLE - continued

	2016	2015
	£	£
General one off donations:		
Aaron Heading	-	7,000
ABF the Soldiers Charity	1,800	-
Africa Foundation	500	1,000
Aldeburgh Music Festival	278	-
Alder Hey Children's Hospital	125	-
Anthony Nolan	250	-
Army Benevolent Fund	10,000	-
Ataxia	500	-
Big Change	50	-
Blue Marine Foundation	150	-
Borne	-	250
Brain Tumour Charity	250	-
Bryan Adams Foundation	-	900
Cancer Research UK	-	1,200
Castleton School Fund	-	250
Cathedral Academies Trust	296	-
Children in Crisis	-	1,000
Contemporary Art in the Minster	3,800	-
Cottesmore Hunt	1,850	-
East Anglia Children's Hospice	250	-
Everton in the Community	125	-
Friends of Cross	200	-
Game & Wildlife Conservation	-	10,000
GOSH	5,000	250
Help for Heroes	500	250
HQ Hereford Garrison Clock Tower Fund	-	23,000
Hope Foundation	500	-
Leicester Council Sports	25,000	-
Leukaemia and Lymphoma	500	-
LEWA	-	550
Lincoln Castle	831	-
London Music Awards	-	4,000
London Music Fund	10,000	-
London Music Masters	-	10,000
London Symphony Orchestra	-	25,000
Lord Taverners	5,100	-
LOROS Hospice	500	-
Maggies Centre	4,250	-
Making the Leap	500	-
Mark Davies Injured Riders Fund	-	1,000
Mayors Music Fund	4,000	-
Michael Matthews	250	-
Myangdi Overseas Nepalese	1,000	-
National Theatre	-	1,350
Nemato South Africa Challenge	1,000	-
Nordorf Robins	200	-
Nottingham Contemporary	10,000	-
Operation Smile	-	100
Orbis	-	500
Place 2 Be	200	-
Carried forward	89,755	87,600

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

6. GRANTS PAYABLE - continued

	2016 £	2015 £
Brought forward	89,755	87,600
Princes Trust	500	2,000
Queen Elizabeth Scholarship	5,000	-
Quintessentially Foundation	400	-
RFU Injured Players Fund	-	200
RNLI	-	720
Royal Academy of Art	-	7,000
Royal Marsden Hospital	3,000	-
Royal Opera House	28,600	-
S. Anselms	10	50,000
Salvation Army	1,000	-
Save the Children	-	5,100
School of Hard Knocks	500	-
Sebastian Coe Foundation	-	25,000
Sinead O'Kelly	6,200	-
Songbird Survival	500	-
St. Andrews Hospice	200	-
St. Giles, Medbourne	3,000	3,000
St. James' Church, Drayton	-	2,500
St. James's Conservation Trust	5,000	-
St. Mary Magdalene Music	2,000	-
St. Mungo's, Broadway	-	150
Standing Voice	-	250
The Churchill Centre	-	7,000
The Hayshed Experience	-	50
21 st Century Legacy	250	-
UK Friends of Mustique	-	8,000
Walk the Walk Foundation	-	100
Water Aid	150	100
West London Churches	-	250
Westerdale Community Fund	-	50
	<u>146,065</u>	<u>199,070</u>
Nevill Holt Opera Limited	<u>233,501</u>	<u>614,826</u>
TOTAL	<u>1,665,947</u>	<u>4,585,257</u>

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

7. OTHER

	2016	2015
	£	£
Support cost – management	<u>84,865</u>	<u>75,218</u>

8. GOVERNANCE COSTS

	2016	2015
	£	£
Legal fees	44,405	23,453
Administration costs	115,796	68,619
Auditors' remuneration	6,240	6,600
Interest payable and similar charges	-	49
	<u>166,441</u>	<u>98,721</u>

9. NET INCOME/(EXPENDITURE)

Net income/ (expenditure) is stated after charging/ (crediting):

	2016	2015
	£	£
Auditors' remuneration	<u>6,240</u>	<u>6,600</u>

The charity did not incur any staff costs during the year (2015 - £nil).

10. TRUSTEES' EXPENSES, REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2016 nor for the year ended 31 March 2015.

Trustees' expenses

During the year three trustees were paid a total of £429 (2015 - £nil) for travel expenses. During the previous year, one of the trustees was paid a consultancy fee of £350.

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

11. FIXED ASSET INVESTMENTS

Investments were as follows:

	2016	2015
	£	£
Mathias Klos violin	-	12,000
Artwork	<u>83,390</u>	<u>83,390</u>
	<u>83,390</u>	<u>95,390</u>

Fixed asset investments are stated at cost of acquisition.

The Mathias Klos violin was sold during the year.

There were no investment assets outside the UK.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Tax repayment - Gift aid claim	507,500	507,500
Other debtors - Nevill Holt Opera Limited	104,822	-
Prepayments and accrued income	<u>9,503</u>	<u>5,808</u>
	<u>621,825</u>	<u>513,308</u>

13. CURRENT ASSET INVESTMENTS

	2016	2015
	£	£
Listed investments	<u>5,179,569</u>	<u>6,337,372</u>

Movement in current asset investments comprises:

	2016	2015
	£	£
Market value as at 1 April 2015	6,337,372	4,043,515
Additions (at market value on acquisition)	-	3,027,200
Disposals (at market value on disposal)	-	(1,007,717)
Realised gain/(loss) on disposal of investments	-	(59,003)
Unrealised gain/(loss) on revaluation of investments	<u>(1,157,803)</u>	<u>333,377</u>
Market value as at 31 March 2016	<u>5,179,569</u>	<u>6,337,372</u>

All current asset investments were in UK quoted investments. At the year end date Investments consisted of shares in Dixons Carphone plc and in Talk Talk Group plc, all of which were donated by David Ross.

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Other creditors	21,875	9,093
Amounts due to Nottingham Potential	300,000	300,000
Amounts due to Historic Lincoln Trust	200,000	200,000
Accrued expenses	<u>6,000</u>	<u>12,000</u>
	<u>527,875</u>	<u>521,093</u>

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2016	2015
	£	£
Amounts due to Nottingham Potential	300,000	600,000
Amounts due to Historic Lincoln Trust	<u>600,000</u>	<u>800,000</u>
	<u>900,000</u>	<u>1,400,000</u>

On 23 February 2012 the trustees entered into a Charitable Gift Agreement with The University of Nottingham in support of the Nottingham Potential programme. The trustees committed to fund £2,100,000 over a six year period as follows:

by	November 2012	£600,000
by	November 2013	£300,000
by	November 2014	£300,000
by	November 2015	£300,000
by	November 2016	£300,000
by	November 2017	£300,000

On 21 January 2015, the trustees entered into a Charitable Gift Agreement with the Historic Lincoln Trust in support of their Magna Carta Vault project. The trustees committed £1,400,000 over a five year period as follows:

within 28 days of signature	£400,000
by September 2015	£200,000
by September 2016	£200,000
by September 2017	£200,000
by September 2018	£200,000
by September 2019	£200,000

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

16. MOVEMENT IN FUNDS

	At 1/4/15 £	Net movement in funds £	At 31/3/16 £
Unrestricted funds			
General funds	8,284,941	(2,837,974)	5,446,967
Restricted funds			
Scholarships	32,164	20,000	52,164
Beckwith Music	60,500	40,000	100,500
St. Mary's Church, Nevill Holt	-	2,500	2,500
North Yorkshire	-	6,500	6,500
	92,664	69,000	161,664
TOTAL FUNDS	8,377,605	(2,768,974)	5,608,631

Net movement in funds, included in the above are as follows:

	Income £	Expenditure £	Gains and losses £	Movement in funds £
Unrestricted funds				
General funds	231,501	(1,908,832)	(1,160,643)	(2,837,974)
Restricted funds				
Scholarships	20,000	-	-	20,000
Nevill Holt Opera	26,525	(26,525)	-	-
Beckwith Music	40,000	-	-	40,000
St. Mary's Church, Nevill Holt	2,500	-	-	2,500
North Yorkshire	6,500	-	-	6,500
	95,525	(26,525)	-	69,000
TOTAL FUNDS	327,026	(1,935,357)	(1,160,643)	(2,768,974)

THE DAVID ROSS FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2016**

16. MOVEMENT IN FUNDS - continued

Restricted funds

The restricted funds during the year are as follows:

Scholarships - this balance represents funds received for a scholarship fund known as the Odey scholarship which is used to assist students.

Nevill Holt Opera Limited - details of the purposes of this fund are included in note 17 below.

Beckwith Music - this represents funds for a music scholarship programme.

St Mary's Church, Nevill Holt - this represents funds to support activities related to St Mary's Church at Nevill Holt.

North Yorkshire - this represents funds to support community projects in the North Yorkshire area.

Designated funds

The trustees have indicated that they are minded to support the John Ross Community Fund with up to £10,000 per annum.

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2016

17. RELATED PARTY DISCLOSURES

At the year end date:

David Ross is the Chair of the University of Nottingham Development Committee and a member of the University Council. During 2012 the Foundation entered into a gift agreement for a total of £2.1m to be paid over 7 years in relation to the Nottingham Potential project with the Nottingham University. In the current year £300,000 of this commitment has been paid in line with the agreement. During the prior year the David Ross Foundation made a donation of £22,200 in support of Life Cycle fundraising. Nottingham University provided the use of facilities to David Ross Education Trust for their winter cup event. During the prior year, subject to various conditions, the trustees agreed to continue to pay £300,000 per year to Nottingham University, starting from November 2018 and continuing for the remainder of David Ross' life (or for a minimum of 25 years).

David Ross is a director and trustee of the David Ross Education Trust (DRET). A number of third party donors paid donations to DRET during the year via the David Ross Foundation. These funds were collected by the David Ross Foundation and paid on to DRET. During the year, the David Ross Foundation paid £47,011 (2015 - £23,455) for rent, rates and maintenance relating to a property in Grantham used by DRET. The David Ross Foundation also paid £840 legal fees in connection with the lease. During the year, the David Ross Foundation paid £618 to third party suppliers for a dinner on behalf of DRET which was held at Nevill Holt, the home of David Ross. The trustees also entered into gift agreements with DRET for the Sports Enrichment Programme £300,000 (2015 - £250,000) and Enrichment Programme £300,000 (2015 - £250,000). The David Ross Foundation made a donation of £15,090 to support expenses in connection with DRET events and further donations of £74,444 to DRET.

David Ross owns the property at Park Farm, Nevill Holt, Leicestershire which has been made available as a model farm for use by the DRET academies.

In addition, David Ross is also a trustee of the National Portrait Gallery and Chair of the Audit and Compliance Committee. Donations were made in the year of £10,000 (2015 - £28,000). David is a member of the Serpentine Gallery Council.

David Ross is also a trustee and a fellow of the Uppingham School and a member of the Foundation Board. During the year the David Ross Foundation paid £100,000 (2015 - £nil) to Uppingham School.

In addition David Ross is also a director and board member of the British Olympic Association. During the year the David Ross Foundation made total donations of £214,340 (2015 - £nil)

Also during the year, the David Ross Foundation entered a gift agreement with British Olympic Association to pay a total of £400,000 with £200,000 of that amount becoming payable upon signature of the agreement and the balance being subject to various terms and conditions. During the year £200,000 was paid which is included within the above.

During the year, the David Ross Foundation settled £3,101 of expenses relating to fundraising events held on behalf of the British Olympic Association.

David Ross is also a director and board member of Commonwealth Games England and during the prior year a donation of £35,000 was made to this organisation.

During the year David Ross' son attended Sussex House School, a fee paying school and donations were made in the period totalling £10,000 (2015 - £10,000).

During the prior year, 10SJP Limited (formerly Kandahar Asset Management Company Limited) settled £12,783 of professional expenses on behalf of the David Ross Foundation. These were repaid in the current year by the David Ross Foundation along with a further £650 of related expenses, at cost. David Ross is the ultimate owner of 10SJP Limited but is not a Director.

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2016

17. RELATED PARTY DISCLOSURES - continued

St Mary's Church at Nevill Holt is a decommissioned church owned by David Ross and used by Nevill Holt Opera and the local community for community and group events. A third party donor made a restricted donation to the David Ross Foundation in support of St Mary's Church, Nevill Holt. This is shown as a restricted fund in these financial statements.

Mark Bolland was a director of the David Ross Education Trust (DRET) (for details see above) until 11 March 2016 and his civil partner is a member of the Council of the Royal College of Music.

Christine Homer was a member of the governing body of Humberston Academy and is currently a governor of Rockingham Primary School.

Nick Teagle was a governor at Malcolm Arnold Academy (until April 2015) and is currently a governor at the Arbours Primary Academy (since April 2015).

During the year grants and donations were made to some of the organisations as listed above as detailed in note 6.

Nevill Holt Opera Limited

On the 8th January 2013 the Nevill Holt Opera Limited was incorporated, with the David Ross Foundation owning the whole share capital.

Nevill Holt is the Leicestershire home of David Ross. The Nevill Holt Opera takes place at Nevill Holt annually.

On 1 October 2012, the David Ross Foundation entered a tenancy at will with David Ross over the Stable Block at Nevill Holt (in which the opera takes place) in respect of which a rent of £12 (2015 - £12) was charged by David Ross.

During the year grants were made to the Nevill Holt Opera Limited to help support the opera as detailed in note 7.

The Nevill Holt Opera Limited sells tickets to the operatic performances. These tickets incorporate an element of donation. Up until the summer 2015 season, these donations were made to the David Ross Foundation. The Nevill Holt Opera has collected funding donations and membership donations from members of the public on behalf of the David Ross Foundation.

The Nevill Holt Opera Limited is rooted in the creative arts and designed to create, invest in and support young British talent.

At the year end, there was a balance of £102,095 owed by Nevill Holt Opera Limited to the David Ross Foundation (2015 - £5,013 owed to Nevill Holt Opera Limited by the David Ross Foundation) representing the net balance of expenses paid/income collected on one another's behalfs and taking account of a loan made by David Ross Foundation to Nevill Holt Opera of £104,822.

In the prior year, on 30 March 2015, the trustees donated the whole share capital of Nevill Holt Opera Limited to Nevill Holt Community Arts Limited, a registered charity.

During the year, David Ross bought £2,545 of tickets which included a donation element of £1,205.

THE DAVID ROSS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2016

18. ULTIMATE CONTROLLING PARTY

The charity is controlled by the trustees.

19. LEGAL STATUS

The Foundation is a company limited by guarantee and has no share capital. The liability of each member in the event of a winding up is limited to £1.

20. DAVID ROSS EDUCATION TRUST

The David Ross Education Trust, of which David Ross is a director and trustees, maintains the David Ross Education Trust Endowment Fund, which is an exempt charity. The Fund was originally created to hold the endowments to be paid by the Trust's sponsor, the David Ross Foundation, for the David Ross Education Trust Endowment Fund, and in consultation with the Department for Education and the Charities Commission the scope and objects of the fund were amended. Payments totalling £2 million were originally made in accordance with a payment schedule agreed with the Department for Education. The Foundation made an additional donation of £100,000 into the Endowment in September 2012. Further donations have been made by the Foundation subsequently. The Endowment Fund trustees are responsible for determining the specific uses of Endowment Fund income, which will be used to counter the educational impact of disadvantage and deprivation, and for educational work. This income should not be used to meet the normal running costs of an academy.

During 2011/2012 the Secretary of State for Education relaxed the conditions for the use of the capital element of the Endowment, which can now be used to fund projects in line with the objects of the fund. The current policy of the Trust is that if the capital is utilised in this manner then it will be replenished over time back to the original amount.